

CITY COUNCIL MEETING
AUGUST 17, 1988

APPROVAL OF AMENDMENT
NO. 1 TO PROJECT
AGREEMENT NO. 2 AND
AMENDING ORDINANCE
FOR TANC REVENUE
ANTICIPATION NOTES,
SERIES 1985

ORDINANCE NO. 1432
INTRODUCED

RES. NO. 88-118
ADOPTED

CC-7(s)
CC-149

Electric Utility Director Henry Rice apprised the City Council that, at its July 20, 1988 meeting, the Commission of the Transmission Agency of Northern California ("TANC"), of which Lodi is a member, approved Amendment No. 1 (the "Amendment") to the Project Agreement No. 2 for the California-Oregon Transmission Project among TANC and its Members. The purpose of the Amendment is to permit TANC to utilize the remaining proceeds of its Revenue Anticipation Notes, Series 1985 (the "Notes") to be used to pay costs of acquisition and construction of the California-Oregon Transmission Project. At said meeting, the TANC Commission also adopted a supplement to its Resolution No. 85-23 (pursuant to which the Notes have been issued) for the same purpose.

In addition to the TANC Commission action noted above, to permit the expenditure of Note proceeds for such purposes it is necessary that each Member of TANC amend certain approvals given in connection with the issuance of the Notes, namely: (i) the resolutions approving Project Agreement No. 2; and (ii) the ordinance approving the issuance of the Notes.

Specifically, TANC requests that the following action be taken by each Member in the order indicated below:

1. Present the resolution approving the Amendment in the form provided.
2. Present the ordinance in the form provided amending the original ordinance relating to the Notes.
3. Within 15 days of its adoption, notice of the enactment of the ordinance in the form provided must be published in accordance with Government Code Section 6040.1.

Discussion followed with questions being directed to Mr. Rice by the City Council.